

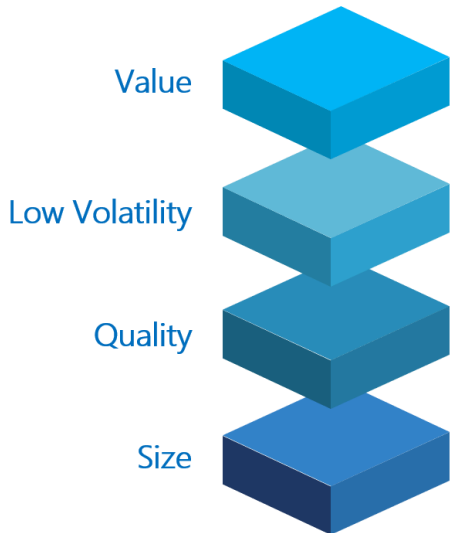
**2803 HK** HKD Counter

**9803 HK** USD Counter

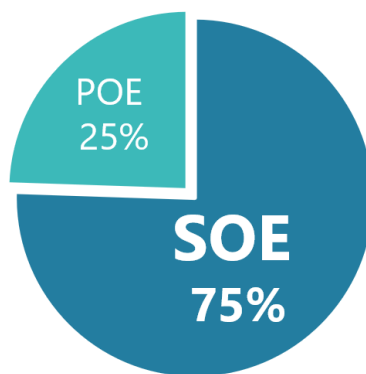
# Premia CSI Caixin China Bedrock Economy ETF

CIES Eligible\*

## MULTI-FACTOR STRATEGY AND SOE REFORM BENEFICIARY



Beneficiary of SOE Reform, Re-rating and Re-valuation



Source: CSI, Bloomberg, Premia Partners, as of 31 Dec 2024

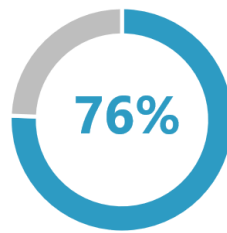
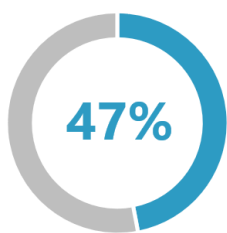
## WHY CHINA BEDROCK ECONOMY?

- Multi-factor strategy with factor tilts for **value, low volatility, quality and size** to capture established companies driving China’s mainstream economy with better fundamentals
- Policy aligned allocation with higher exposure to state-owned enterprises (“SOE”) with better fundamentals and are policy beneficiaries of **SOE reform, analyst re-rating and re-valuation**
- **Lower correlation** with most global equity markets
- **Higher stability through volatile market environment** given strategy tilts towards **sectors and sector leaders with strong policy support and earnings fundamentals**

## BEDROCK OF ECONOMY WITH ROBUST FUNDAMENTALS

Established companies delivering solid performance  
 Less than 5% of China A Universe Capturing almost **Half of Total Market Revenue and 3/4 Profits**

Share of Total A-Market Revenue    Share of Total A-Market Profit



Total China A Market include all China A-share stocks listed on Shenzhen and Shanghai Stock Exchange  
 Source: CSI, Bloomberg, Premia Partners, as of 6 Jan 2025

\*The ETF is an eligible collective investment scheme for the New Capital Investment Entrant Scheme (New CIES) in Hong Kong. Details can be found in the [official website by the Securities and Futures Commission \(SFC\)](#).  
 Source: Premia Partners, as of 2023

## CAPTURE - 300 Blue Chips Tilted to Value, Quality, Low Risk & Size

<p>Universe</p> <p><b>2800+</b></p> <p>CSI All Share Index</p>	<p>Economic Size</p> <p><b>880</b></p> <p>Economically large firms</p> <ul style="list-style-type: none"> <li>• Total Assets</li> <li>• Book Value</li> <li>• Revenue</li> </ul>	<p>Financial Health</p> <p><b>550</b></p> <p>Scores higher on financial health</p> <ul style="list-style-type: none"> <li>• Debt Coverage</li> <li>• NOA</li> <li>• Accruals</li> <li>• Cash Ratios</li> <li>• Profit Margin</li> </ul>	<p>Risks</p> <p><b>300</b></p> <p>Scores higher on risk factor</p> <ul style="list-style-type: none"> <li>• 1Y Return Volatility</li> <li>• 1Y Market Beta</li> <li>• 1Y Downside Risk</li> </ul>	<p>Annual Rebalancing</p> <p>Weighting based on economic size</p>
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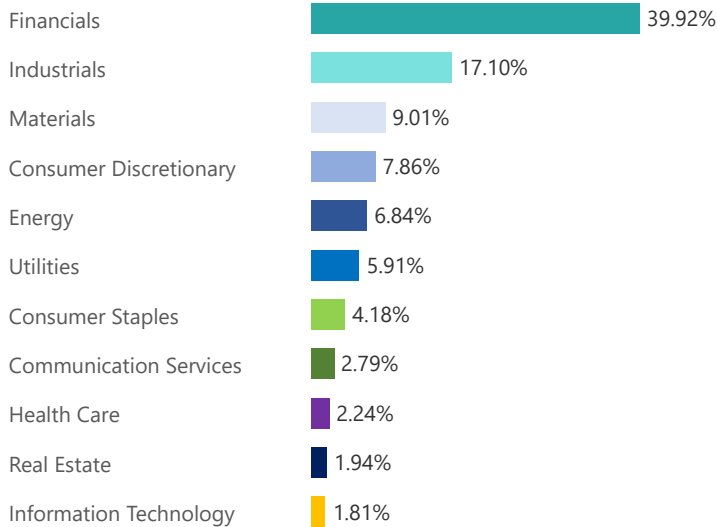
## Why Premia CSI Caixin China Bedrock Economy ETF?

- **Capture high quality contributors to China's real economy:** diversified sector exposure & balanced concentration risk
- **Target value, quality and low volatility stocks:** multi-factor fundamental strategy in partnership with CSI Caixin Rayliant
- **Cost efficient exposure:** Capped ongoing expenses of 0.50% p.a.

### About The ETF

All data as of 28 February 2025

#### SECTOR ALLOCATION



#### TOP 10 HOLDINGS

PING AN INSURANCE GROUP CO-A	3.68%
CHINA MERCHANTS BANK-A	3.21%
IND & COMM BK OF CHINA-A	2.01%
INDUSTRIAL BANK CO LTD -A	1.74%
BYD Co Ltd	1.59%
MIDEA GROUP CO LTD-A	1.56%
AGRICULTURAL BANK OF CHINA-A	1.49%
KWEICHOW MOUTAI CO LTD-A	1.48%
CITIC SECURITIES CO-A	1.12%
BANK OF CHINA LTD-A	1.12%

#### KEY FACTS

Manager	Premia Partners Company Limited
Trustee	HSBC Institutional Trust Services (Asia) Limited
Fund Size	RMB 286 million
Benchmark	CSI Caixin Rayliant Bedrock Economy Index
Management Fee	0.50% per annum
Base Currency	RMB
Listing Date	24 October 2017

#### INDEX PERFORMANCE



Index	CSI Bedrock	CSI 300	MSCI China A	FTSE China A50	MSCI China (offshore)
YTD	-3.2%	-0.9%	-0.4%	-1.7%	12.4%
1-Year	10.7%	14.3%	13.6%	15.6%	40.7%
3-Year Ann	6.6%	-2.7%	-3.9%	-0.4%	4.9%
5-Year Ann	9.1%	2.1%	2.2%	2.8%	0.5%
10-Year Ann	6.9%	3.1%	1.5%	4.9%	4.1%
Inception *	15.4%	9.9%	9.3%	9.2%	7.1%
Volatility *	24.2%	25.1%	25.2%	25.3%	26.6%
Sharpe *	0.57	0.33	0.31	0.30	0.21

\* Annualized figure from 30/06/2005 to 28/02/2025; performance in CNY. Source: Bloomberg ( 30/06/2005 to 28/02/2025, indexed 30/06/2005 value at 100 )

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